History of Vermont health care reform efforts Senate Briefing – January 7, 2011 Jennifer Carbee, Legislative Council

1983

Hospital Data Council – cost-containment effort

1987

 Vermont implements a Home- and Community-Based Services waiver to provide Medicaid coverage for people in their homes instead of in nursing homes

• 1989

- Dr. Dynasaur created as a state-funded program to increase coverage for pregnant women up to 200% FPL and children under age 7 up to 225% FPL
- VScript created as a state-funded Rx program for elderly and individuals with disabilities up to 175% FPL

· 1990

 Medicaid eligibility for children ages 1-5 increased to 133% FPL (from 100% FPL)

· 1992

- HIV/AIDS Insurance Assistance Program created
- Act 160
 - Created the Health Care Authority
 - Called for a report that included one single-payer plan and one multi-payer plan
 - Legislature to decide between the two
 - Lots of other initiatives, including insurance reform

• 1995

- Act 14 authorizes VHAP, a Section 1115 Medicaid waiver permitting coverage of low income uninsured Vermonters and a pharmacy program for low income elderly and disabled. Financed with increase in cigarette tax.
- Home- and Community-Based Services waiver approved for Traumatic Brain Injury patients

• 1996

VHAP and VHAP-Rx implemented

1998

Increased Medicaid and SCHIP eligibility for children up to 300% of FPL

1999

 VHAP eligibility increases to 185% FPL for parents and caretakers of eligible children.

• 2002

- Increased VHAP and Rx program cost-sharing.
- Elimination of benefits, including vision care, dentures, chiropractic, & elective surgery

· 2003

- Adult eyewear coverage suspended indefinitely.
- Premiums established in VHAP and Rx programs

• 2004

- Pharmaceutical marketers must disclose name of gift recipients and average wholesale price (AWP) of drugs marketed; reports made to the office of the Attorney General
- Public programs must cover over-the-counter drugs
- Vermonters can fill prescriptions by mail from pharmacies in Europe and Canada (I-SaveRx)
- Long-term care partnership program established pending federal approval
- Legislative approval for Section 1115 Medicaid waiver for home- and community-based services (Choices for Care; implemented in 2005)

· 2005

- VPharm created to provide wrap-around coverage to the Medicare Part D benefit
- Vermont Information Technology Leaders group established to work toward a state-wide health information technology plan
- Chronic care coordination program developed in Medicaid to control costs
- Green Mountain Health bill vetoed by Governor
 - GMH established a publicly funded health plan for uninsured Vermont residents with a limited benefit, which would be expanded over time to a universal, complete benefit

· 2006

- Catamount Health and Catamount Health Assistance Program created for uninsured Vermonters, to be implemented Oct. 1, 2007
- Employer-sponsored insurance premium assistance program created for VHAP/Catamount-eligibles with access to ESI when that is more costeffective to the state, to be implemented Oct. 1, 2007
- Blueprint for Health chronic care initiative codified (program began 2003)
- Employer assessment implemented administered through DOL
 - Employers that don't offer insurance

- Non-eligible employees of employers who offer
- Uninsured employees of employers who offer
- Does not include seasonal or part-time employees in some instances

· 2007

- VHAP and Dr. Dynasaur beneficiary premiums reduced
- Catamount Health and Catamount Health Assistance Program implemented
- Employer-Sponsored Insurance Premium Assistance Program implemented
- Blueprint for Health chronic conditions pilots begin
- Electronic Medical Record pilots begin

· 2008

- Focus on reducing obesity and healthy living
- Small increases in Catamount Health eligibility (high-deductible plan exception; pregnancy not a preexisting condition)
- Catamount preexisting condition amnesty (June 10 November 1, 2008)
- Health information technology fund and health information technology reinvestment fee created

· 2009

- Small increases in Catamount Health eligibility (high-deductible threshold reduced, self-employment exception, depreciation as business expense)
- Health information technology focus to access newly available federal funds
- Studies on reform to health care delivery system to be performed during the interim
- Increase in cost-sharing in VPharm and some reductions in benefits in Medicaid
- Pharmaceutical manufacturer gift ban enacted
- VPharm therapeutic equivalency pilot program created
- CMS approval sought to reduce Catamount waiting period from 12 to 6 months and to provide federal funds for 200% - 300% FPL

· 2010

- Consultant to design three options for health care system, to include single payer and public option
- Payment reform pilot projects for insurers, Medicaid, Medicare
- Expanded authority to BISHCA commissioner to limit hospital and insurer rate increases
- Medicaid Clinical Utilization Review Board created
- Blueprint expansions for primary care providers
- Blueprint health insurers required to participate as of January 1, 2011
- Blueprint hospitals required to participate as of July 1, 2011